# Census Small Business Tools Workshop – Introducing Census Business Builder

Maricopa Association of Governments
September 1, 2015

Presented by: Andrew W. Hait U.S. Census Bureau



### **Outline**

- Using Census Bureau
   Demographic and Economic
   Programs Data To Better
   Understand
  - The target market of a proposed business
  - The local competition
  - The national industry



#### Sample Scenario:

An entrepreneur is considering opening a day care center in Phoenix.

She wants to know what information is available from the Census Bureau that may help her locate the business and better understand this industry.

#### Measuring the Need...

The demographic data available from the ACS helps make the case for this type of business...including:

- Population counts of day care center-age kids
- Household income information



#### Biz Data - Getting Started

- What NAICS code covers this industry?
- What Census programs provide data for this industry?



### What Programs Cover this Industry?



2012 NAICS: 6244 - Child day care services

#### GUIDE TO ALL DATA SOURCES

**ECONOMIC DATA IN AFF** 

#### DEFINITION & COMPARABILITY

2012 NAICS SEARCH Enter a NAICS code or Title

#### RELATED INDUSTRIES 🐵





Expand list

- 62 Health care and social assistance
  - 4- 624 Social assistance
    - 4. 6244 Child day care services
      - 4. 62441 Child day care services
        - 624410 Child day care services



#### Guide to All Census Bureau Data Sources for This Industry @

Source & Description	Frequency	Latest Data	Geography	Industry
Quarterly Financial Report (QFR)	Quarterly	4Q 2014	U.S.	Selected 3 digits
Quarterly Services Survey (QSS)	Quarterly	4Q 2014	U.S.	Selected Services 2- thru 4-digits
Quarterly Workforce Indicators (QWI)	Quarterly	4Q 2014	States, counties, metro areas	Selected 2- thru 4-digits
Annual Capital Expenditures Survey (ACES)	Annual	2013	U.S.	Selected 2- thru 6-digits
County Business Patterns (BP)	Annual	2013	U.S., states, counties, metros, ZIP Codes, and island areas	Selected 2- thru 6-digits
Nonemployer Statistics (NES)	Annual	2013	U.S., states, metro areas, counties	Selected 2- thru 6-digits
Service Annual Survey (SAS)	Annual	2013	U.S.	Selected Services 3- thru 6-digits
Statistics of U.S. Businesses (SUSB)	Annual	2012	U.S., states, metro areas, counties	Selected 2- thru 6-digits
Economic Census (ECN)	Every 5 years	2012	U.S., states, counties, places, metros, ZIP Codes	2- thru 6-digits
Economic Census of Island Areas (IA)	Every 5 years	2012	American Samoa, Commonwealth of the Northern Mariana Islands, Guam, Puerto Rico, and the US Virgin Islands	2-thru 5 digits
Survey of Business Owners (SBO)	Every 5 years	2007	U.S., states, counties, cities, metro areas	Selected 2- thru 6-digits

#### How Can I Get to the Data?



2012 NAICS: 6244 - Child day care services



ECONOMIC DATA IN AFF

DEFINITION & COMPARABILITY

2012 NAICS SEARCH Enter a NAICS code or Title

RELATED INDUSTRIES (2)



Collapse list Expand list

- 4. 62 Health care and social assistance
  - 4- 624 Social assistance
    - 4- 6244 Child day care services
      - 4 62441 Child day care services
        - 624410 Child day care services

Links to Economic Data for Programs Published on AFF						
Program 📵	Series	Table Title	Data Years Available 🕑			
County Business Patterns Geographic Area Series		Geography Area Series: County Business Patterns	2013 2012 2011 2010 2009 2008			
		Geography Area Series: County Business Patterns by Legal Form of Organization	2013 2012 2011 2010 2009 2008			
		Geography Area Series: County Business Patterns by Employment Size Class	2013 2012 2011 2010 2009 2008			
		Geography Area Series: County Business Patterns for Puerto Rico and the Island Areas	2013 2012 2011 2010 2009 2008			
		County Business Patterns by Employment Size Class for PR and the Island Areas	2011 2010 2009 2008			
	ZIP Code Business Statistics	ZIP Code Business Patterns by Employment Size Class	2011 2010 2009 2008			
Economic Census	Comparative Statistics, 2007 and 2002	Comparative Statistics for the U.S. and States (2002 NAICS Basis)	2007			
	Geographic Area Series	All sectors: Geographic Area Series: Economy-Wide Key Statistics: 2012	2012 2007 2002			
		Health Care and Social Assistance: Geographic Area Series: Summary Statistics for the U.S., States, Metro Areas, Counties, and Places: 2012	2012 2007 2002			
		Comparative Statistics for the United States (2002 NAICS Basis):	2007			

# Tell Me About This Industry in Maricopa County...



County Business Patterns (CBP)
provides annual data at the county
level that she can use to better
understand this industry, her
competition, and her potential market.

(Biz counts by ZIP Code also available)

-	Geographic area name	2012 NAICS code	Meaning of 2012 NAICS code	Year	Number of establishments	Paid employees for pay period including March 12 (number)	First-quarter payroll (\$1,000)	Annual payroll (\$1,000)
1 of	Maricopa County, Arizona	6244	Child day care services	2013	511	7,830	33,617	136,432

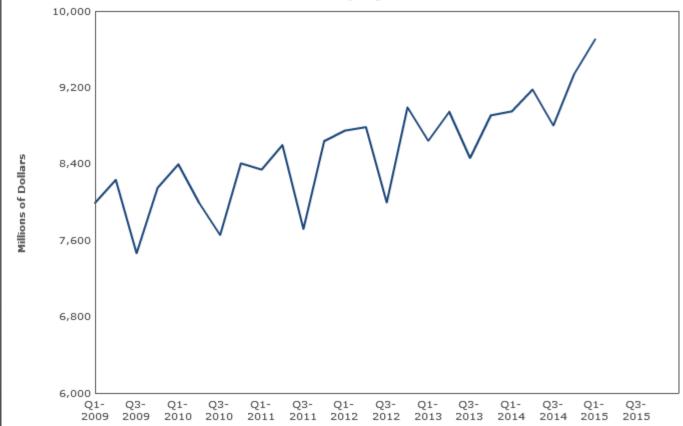
#### How Is this Industry Performing Nationally?



The Quarterly Services Survey
(QSS) provides National-level data
that she can use to measure
changes in this industry and to
better understand its seasonal
fluctuations.

Source: Quarterly Services Survey
NAICS 6244: Child Day Care Services: U.S. Total
Q1-2009 to Q4-2015

Not Seasonally Adjusted Total Revenue



Data Extracted on: August 27, 2015 (2:44 pm) EDT

These data are subject to sampling and nonsampling error. For more information see http://www.census.gov/services/qss/qsstechdoc.html



#### What About Data for My Local Area?



The Economic Census (EC)
provides place-level data (including
revenue data not available from
CBP) that she can use to better
understand her potential market and
local competition.

24 of 24 ×	Geographic area name	2012 NAICS code	Meaning of 2012 NAICS code	Meaning of Type of operation or tax status code	Year	Number of establishments  T  V  V	Value of sales, shipments, receipts, revenue, or business done (\$1,000)  ↑ ▼ ▼	Annual payroll (\$1,000)	First-quarter payroll (\$1,000)	Number of employees
	Maricopa County, Arizona	6244	Child day care services	All establishments	2012	526	D	D	D	i
	Phoenix city, Arizona	6244	Child day care services	All establishments	2012	209	108,891	54,797	13,187	3,047
	Mesa city, Arizona	6244	Child day care services	All establishments	2012	60	D	D	D	f
	Chandler city, Arizona	6244	Child day care services	All establishments	2012	45	D	D	D	f
	Gilbert town, Arizona	6244	Child day care services	All establishments	2012	34	16,441	7,560	1,802	443
	Glendale city, Arizona	6244	Child day care services	All establishments	2012	31	D	D	D	е
	Scottsdale city, Arizona	6244	Child day care services	All establishments	2012	30	D	D	D	е
	Peoria city, Arizona	6244	Child day care services	All establishments	2012	23	D	D	D	f
	Tempe city, Arizona	6244	Child day care services	All establishments	2012	22	11,965	5,426	1,315	329
	Balance of Maricopa County, Arizona	6244	Child day care services	All establishments	2012	15	D	D	D	С
	Goodyear city, Arizona	6244	Child day care services	All establishments	2012	10	D	D	D	С
	Surprise city, Arizona	6244	Child day care services	All establishments	2012	9	5,199	2,751	664	172
	Queen Creek town, Arizona	6244	Child day care services	All establishments	2012	7	D	D	D	b
	Fountain Hills town, Arizona	6244	Child day care services	All establishments	2012	6	D	D	D	b
	Apache Junction city, Arizona	6244	Child day care services	All establishments	2012	5	D	D	D	b
	Anthem CDP, Arizona	6244	Child day care services	All establishments	2012	5	1,903	1,120	254	57



# I've Heard about Nonemployers... What are They and Should I Care?

Nonemployers are businesses with no paid employees.

- Primarily independent contractors
- File IRS Form 1040 Schedule C
- Significant in number
- Significant in revenue in some industries



<u>^</u>	Geographic area name	2012 NAICS code	Meaning of 2012 NAICS code	Year	Number of nonemployer establishments	Receipts (\$1,000)
1	Maricopa County, Arizona	6244	Child day care services	2013	6,563	77,455
1						
of						

# What Services do Businesses in this Industry Provide?

Data on products and services sold by businesses are available in the Product Lines data from the *Economic Census*.

 Can be used in a business plan to identify the primary and secondary sources of sales of the business



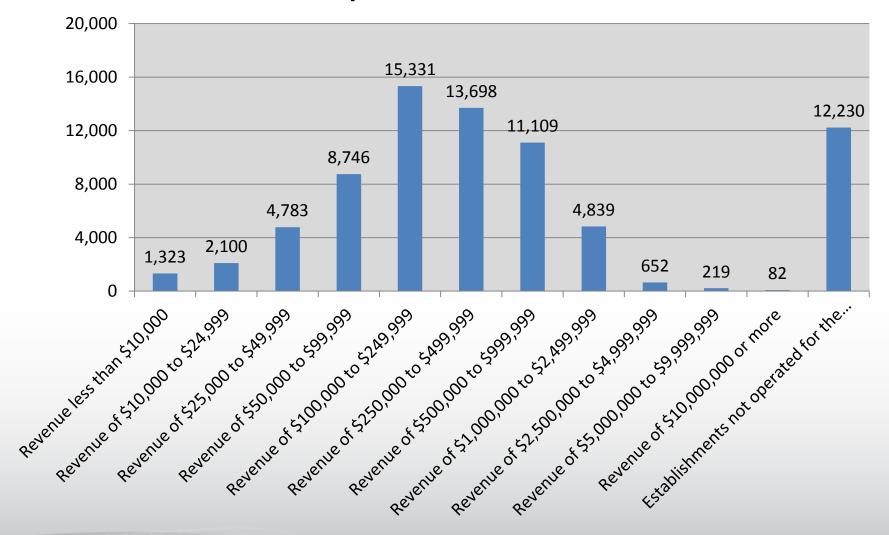
#### How Big Should A Business Be?



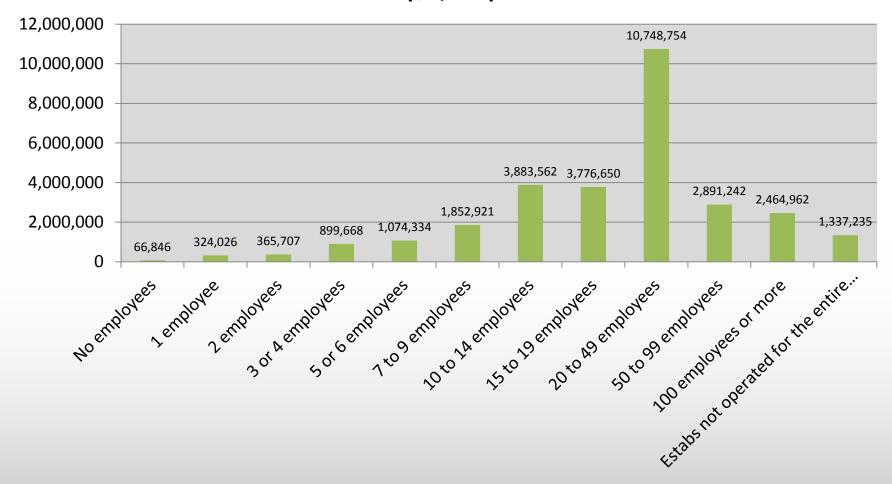
The *Economic Census* also includes data broken out by the sales and employment size of the business

- Can be used in a business plan to understand the size of a "typical" business in an industry
- Can also be used to forecast the future growth of a business to it's most efficient size

#### Number of child day care establishments in the US: 2007



## Receipts/Revenue of child day care services in the US: 2007 (\$1,000)



#### Anything Else?

- The *Economic Census* publishes detailed data (including information on Tax Status) that is tailored to specific industries
- The Survey of Business Owners publishes detailed data on the race, ethnicity, gender, and veteran status of the business owner



Both can be used to further understand the composition of an industry

#### Visualizations?

The *Industry Statistics Portal* also provides access to visualization of selected economic data.

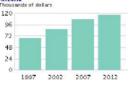
 Can be used in business plans and presentations





Payroll per employee (\$) 28,266 34.314 41,794 45,179 8.1% Employees per establishment 17.61 18.05 18.68 3.5% Receipts/Revenue per capita (\$) 2.711 4.930 5.655 14.7% 3.488 Population per establishment 450 -2.7% Nonemployer establishments (establishments without paid employees) Number of establishments 19.579 23,953 29.782 33,924 14.0% Receipts (\$1,000) 517,162 800,178 1,214,124 1.238.073 1.8% Receipts per establishment (\$) 28,414 33,408 40.794 38,437 -10.7%Receipts per capita (\$) 148.28 188.62 4.2% Population







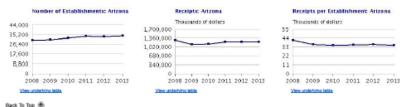




Employment size and legal form of organization for establishments in Arizona with paid employees: 2013 Source: 2013 County Business Patterns. (See survey methodology for details about these data.)



Nonemployer establishments in Arizona (establishments without paid employees): 2008 - 2013 Source: 2005-2013 Nonemployer Statistics. (See survey methodology for details about these data.)



Source: Economic Census, County Business Patterns, Nonemployer Statistics, and Population Estimates. Notes: A . Not available for graphing purposes.

All dollar figures are in current dollars for the period shown, and do not reflect changes in prices. For information on how these data are derived, see the Methodology text for each program. For more statistics about this industry from other Census Bureau programs, see the industry Statistics Portal

THE ECONOMIC CENSUS IS THE OFFICIAL 5-YEAR MEASURE OF AMERICAN BUSINESS

For more information about the Economic Census, visit business consus.

Powered By: TheDataWeb HR2



Source: U.S. Census Bureau | Economic Census | Last Revised: April 23, 2015

\* Data have not yet been released. Click here for the full 2012 Economic Census release schedule.

**Total Population** 

4,736,990 5,396,255 6,167,681 6,553,255

# Is There an Easier Way to Get All This Great Information?

American FactFinder, the Industry Statistics Portal, and the other tools shown provide access all of these data, but can often be hard to use...

Enter the

Census Business Builder: Small Business Edition ...

(https://cbb.census.gov/sbe/)

Home Page: http://www.census.gov/data/data-tools/cbb.html

## Summary

Economic Programs data from the Census Bureau can be an invaluable source of information in a business plan to measure:

- The target market of a business
- The overall health and composition of the industry and competing businesses

## Questions



## Any other Questions:

andrew.w.hait@census.gov (301)763-6747

Thank You!